



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2017 Biennium

Bill #	HB0453	Title:	Generally revise board of hail insurance laws
Primary Sponsor:	McKamey, Wendy	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 453 has no fiscal impact to the state.

FISCAL ANALYSIS

Assumptions:

1. HB 453 authorizes the Board of Hail Insurance to negotiate and secure a line of credit from the Board of Investments as an alternative or supplement to reinsurance.
2. HB 453 does not require any specific expenditures by the Board of Hail Insurance.
3. HB 453 does not change the total expenditures necessary to operate the hail insurance program.

Technical Notes:

1. The Board of Investments (BOI) has in place, through the In-State Loan Program, a commercial loan program under which any application from the Board of Hail Insurance would be negotiated and considered. BOI uses the Prudent Man Rule in all of its credit analysis and recommendations.

Sponsor's Initials

Date

Budget Director's Initials

Date